

Franchise Tax Board**NO ANALYSIS REQUIRED**

Author: Vasconcellos Analyst: Roger Lackey Bill Number: SB 1908
Related Bills: See Prior Analysis Telephone: 845-3627 Amended Date: 05-21-98
Attorney: Doug Bramhall Sponsor: _____

SUBJECT: LAO Consult With FTB & Other Entities/Taxation Of Internet Business Activities

- _____ ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.
_____ TECHNICAL BILL -- No program or fiscal changes to existing program.
_____ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
_____ TECHNICAL AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is _____.
_____ MINOR AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is _____.
 X MINOR AMENDMENT - No change in approved position of Pending. See comments below.
_____ OTHER - See comments below.

COMMENTS:

This bill would require the Legislative Analyst, on or before April 1, 1999, in consultation with the business community, the Franchise Tax Board (FTB), the State Board of Equalization (BOE), the Director of Finance (DOF), the League of California Cities, and the California State Association of Counties, to prepare and deliver to the Legislature a report regarding taxation and business activities on the Internet.

The May 21, 1998, amendment deleted the provision of the bill that required it be enacted as an urgency statute.

The May 20, 1998, amendment changed the due date of the report from on or before February 1, 1999, to on or before April 1, 1999.

Except for the discussion above, the department's analysis of SB 1908 as amended May 12, 1998, still applies.

Department Staff Position:

_____ S	_____ NA	_____ NP
_____ SA	_____ O	_____ NAR
_____ N	_____ OUA	<u> X </u> PENDING

Franchise Tax Board Staff**Date****Roger J. Lackey****6/8/98**